

ND STATE FIRE & TORNADO FUND

State Investment Board Balance Sheet As of 6/30/2002

	As of <u>6-30-02</u>	As of <u>6-30-01</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 3,715,278	\$ 4,969,958
INTERNATIONAL EQUITIES	1,321,074	1,543,944
DOMESTIC FIXED INCOME	6,678,506	8,324,111
INVESTED CASH (NOTE 1)	<u>1,370,661</u>	<u>1,678,219</u>
 TOTAL INVESTMENTS	 13,085,519	 16,516,232
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	143,721	134,951
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	1,554,545	2,608,825
DUE FROM OTHER AGENCIES (NOTE 3)	<u>113</u>	<u>0</u>
 TOTAL ASSETS	 <u>\$ 14,783,898</u>	 <u>\$ 19,260,008</u>
LIABILITIES:		
ACCOUNTS PAYABLE	9,802	10,482
SECURITIES LENDING COLLATERAL (NOTE 2)	1,554,545	2,608,825
DUE TO OTHER AGENCIES (NOTE 4)	<u>0</u>	<u>31</u>
 TOTAL LIABILITIES	 1,564,347	 2,619,338
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	16,640,670	15,922,249
CASH IN DURING YEAR (NOTE 5)	1,200,000	3,125,000
CASH OUT DURING YEAR (NOTE 6)	4,300,000	2,400,000
NET INCREASE (DECREASE)	<u>(321,119)</u>	<u>(6,579)</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>13,219,551</u>	 <u>16,640,670</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 14,783,898</u>	 <u>\$ 19,260,008</u>

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State Investment Board Profit and Loss Statement For the Month Ended 6/30/2002

	Month Ended <u>6-30-02</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 45,690	\$ 604,016
SECURITIES LENDING INCOME	3,618	68,749
	<u>49,308</u>	<u>672,765</u>
GAIN ON SALE OF INVESTMENTS	102,248	1,114,636
LOSS ON SALE OF INVESTMENTS	<u>105,798</u>	<u>1,210,248</u>
NET GAINS (LOSSES) INVESTMENTS	(3,550)	(95,612)
INVESTMENT EXPENSES	1,212	35,076
SECURITIES LENDING EXPENSES	3,095	60,165
SIB ADMIN EXPENSES	<u>214</u>	<u>1,456</u>
NET INVESTMENT INCOME	41,237	480,456
NET APPREC (DEPREC) MARKET VALUE	(434,046)	(801,036)
MISCELLANEOUS INCOME/(EXPENSE)	<u>(18)</u>	<u>(539)</u>
TOTAL INVESTMENT INCOME	<u>(392,827)</u>	<u>(321,119)</u>
NET INCREASE (DECREASE)	<u>\$ (392,827)</u>	<u>\$ (321,119)</u>

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State Investment Board SUPPLEMENTARY INFORMATION As of 6/30/2002

	As of <u>6/30/02</u>
ASSETS:	
INVESTMENTS (AT COST)	
LARGE CAP EQUITY	2,307,562
SMALL CAP EQUITY	732,251
CONVERTIBLE BONDS	<u>1,515,558</u>
TOTAL DOMESTIC EQUITIES	4,555,372
INTERNATIONAL EQUITY	1,450,262
FIXED INCOME	6,698,679
INVESTED CASH (NOTE 1)	<u>1,370,661</u>
TOTAL INVESTMENTS (AT COST)	<u><u>\$14,074,974</u></u>

ND STATE FIRE & TORNADO FUND
Notes to Financial Statements
June 30, 2002

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 4 **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative and direct costs charged.

NOTE 5 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 6 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.